

Department of Energy

Western Area Power Administration
Desert Southwest Customer Service Region
P.O. Box 6457
Phoenix, AZ 85005-6457

JAN 1 4 2008

Dear Western Area Power Administration Customer:

Western Area Power Administration (Western) is evaluating the potential of consolidating three of its Balancing Authorities; the Rocky Mountain Region, Upper Great Plains (West), and the Desert Southwest Region, into a single Balancing Authority.

Western is committed to timely and meaningful communication with customers during the study process. As we move forward, you will have opportunities to be involved in the process, including briefings and group discussions at key points. Western will host pre-decisional information meetings to discuss this potential consolidation with our interested customers on February 12, 2008, 1:00 p.m. in Western's Desert Southwest Region office located at 615 South 43rd Avenue, Phoenix, Arizona, and on February 14, 2008, at 10:00 a.m. at the Ranch at the Larimer County Fairgrounds in Loveland, Colorado.

For those customers attending the Phoenix Meeting, access to Western facilities is controlled. Any U.S. citizen wishing to attend must present an official form of picture identification, such as a U.S. driver's license, U.S. passport, U.S. Government ID, or U.S. Military ID, at the time of the meeting. Foreign nationals should contact W. Troy Stine, 602-605-2792 or stine@wapa.gov, immediately to obtain the necessary form for admittance to Western. Also, please RSVP to (602) 605-2792, if you will be attending the Phoenix meeting.

For those customers attending the Loveland meeting, please enter the Larimer County Conference Center, First National Bank Building at the Larimer County Fairgrounds (see enclosed maps). Please RSVP to (970) 461-7382, if you will be attending the Loveland meeting.

Sincere

For additional information or if you have questions, please telephone me at (602) 605-2453.

. Tyler Carlson

Regional Manager